STATE OF MICHIGAN STATE OFFICE OF ADMINISTRATIVE HEARINGS AND RULES

ADMINISTRATIVE HEARINGS FOR THE DEPARTMENT OF HUMAN SERVICES

IN THE MATTER OF:

Claimant

Reg. No:2010-22351Issue No:3015Case No:100Load No:100Hearing Date:17, 2010Washtenaw County DHS

ADMINISTRATIVE LAW JUDGE: Gary F. Heisler

HEARING DECISION

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9;

and MCL 400.37 upon claimant's request for a hearing. After due notice, a hearing was held on

March 17, 2010. Claimant and her husband appeared and testified.

<u>ISSUE</u>

Did the Department of Human Services properly close Claimant's Food Assistance

Program (FAP) case due to excess income?

FINDINGS OF FACT

The Administrative Law Judge, based upon the competent, material and substantial

evidence on the whole record, finds as material fact:

(1) Claimant was an ongoing recipient of Food Assistance Program (FAP) benefits.

Her benefit group consisted of herself and her son. Claimant's Food Assistance Program

(FAP) case was due for re-determination in January, 2010.

(2) On January 4, 2010, Claimant submitted information and verifications to the Department. Claimant's husband was being added to the benefit group and there was also an income increase due to rent from Claimant's brother.

(3) On January 6, 2010, Claimant's husband was sent a Notice of Case Action (DHS-1605) informing him that his separate Food Assistance Program (FAP) case would close so that he could be added to Claimant's benefit group.

(4) On January 29, 2010, the Department ran a new financial eligibility budget for Claimant's Food Assistance Program (FAP) case. The budget showed that Claimant was no longer eligible due to excess income. A Notice of Case Action (DHS-1605) was sent to Claimant.

(5) On February 3, 2010, Claimant submitted a request for hearing.

CONCLUSIONS OF LAW

The Food Assistance Program (FAP) (formerly known as the Food Stamp (FS) program) is established by the Food Stamp Act of 1977, as amended, and is implemented by the federal regulations contained in Title 7 of the Code of Federal Regulations (CFR). The Department of Human Services (DHS or department) administers the FAP program pursuant to MCL 400.10, *et seq.*, and MAC R 400.3001-3015. Department policies are found in the Bridges Administrative Manual (BAM), the Bridges Eligibility Manual (BEM) and the Program Reference Manual (PRM).

When determining eligibility for Food Assistance Program (FAP) benefits in accordance with Department policy, the total income of the household must be evaluated. All earned and unearned income of each household member must be included, unless specifically excluded. Bridges Eligibility Manual, Item 500. The Food Assistance Program (FAP) program provides a

2

2010-22351/GFH

deduction from earned income and a deduction for the cost of child care when necessary to enable a Food Assistance Program (FAP) household member to work. A standard deduction from income is allowed for each household. The amount of the standard deduction depends on the number of members in the household. Certain non-reimbursable medical expenses may be deducted for senior/disabled/veteran group members.

Another deduction from income is provided if monthly shelter costs are in excess of 50% of the household's income, after all of the other deductions have been allowed. There is a maximum deduction for households that do not contain a member classified as a senior, disabled, or veteran. Bridges Eligibility Manual, Items 500 and 554; Program Reference Manual, Table 255; 7 CFR 273.2.

In this case, Claimant's income and expenses were verified during the hearing. Food Assistance Program (FAP) budget was reviewed and the Department has properly computed the Claimant's net income and expenses. The federal regulations at 7 CFR 273.10 provide standards for the amount of a household's benefits. The department in compliance with the federal regulations has prepared income limit and issuance tables which are set forth at Program Reference Manual, Tables 250 & 260. The income limit table provides that the net income limit for a household with household size of the Claimant's is \$1,526. Claimant's benefit group has a net income of \$1,925. Claimant is not eligible for a Food Assistance Program (FAP) allotment due to excess income.

DECISION AND ORDER

The Administrative Law Judge, based upon the above findings of fact and conclusions of law, decides the Department of Human Services properly closed Claimant's Food Assistance Program (FAP) case due to excess income.

3

It is ORDERED that the actions of the Department of Human Services, in this matter, are UPHELD.

<u>/s/</u>

Gary F. Heisler Administrative Law Judge for Ismael Ahmed, Director Department of Human Services

Date Signed: March 29, 2010

Date Mailed: March 31, 2010

NOTICE: Administrative Hearings may order a rehearing or reconsideration on either its own motion or at the request of a party within 30 days of the mailing date of this Decision and Order. Administrative Hearings will not order a rehearing or reconsideration on the Department's motion where the final decision cannot be implemented within 60 days of the filing of the original request.

The Claimant may appeal the Decision and Order to Circuit Court within 30 days of the receipt of the Decision and Order or, if a timely request for rehearing was made, within 30 days of the receipt date of the rehearing decision.

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